

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 987 - SB 1306

March 17, 2015

SUMMARY OF ORIGINAL BILL: Limits the Board of Cosmetology and Barber Examiners' ability to suspend or revoke or refuse to issue or renew the license of any licensee convicted of a felony committed within five years or a misdemeanor committed within two years of the Board's decision.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

IMPACT TO COMMERCE OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (003900): Limits the Board of Cosmetology and Barber Examiners' ability to suspend or revoke or refuse to issue or renew the license of any licensee convicted of a felony committed within three years or a misdemeanor committed within one years of the Board's decision.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- Currently, the Board of Cosmetology and Barber Examiners may suspend or revoke or refuse to issue or renew the license of any licensee for any convicted felony or a convicted misdemeanor involving moral turpitude.
- Based on information provided by the Board of Cosmetology and Barber Examiners, the Board has not revoked, suspended or denied an initial or renewal license due to a misdemeanor or felony conviction for the past two years; therefore, the provisions of the bill will have no significant impact on the Board.
- Public Chapter 964 of 2014 conjoined the Board of Cosmetology and the Board of Barber Examiners into one Board, the Board of Cosmetology and Barber Examiners. This Public Chapter was enacted on July 1, 2014.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two year period.

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- The Board of Cosmetology had an annual surplus of \$179,171 in FY12-13, an annual surplus of \$42,158 in FY13-14, and a cumulative reserve balance of \$512,135 on June, 30, 2014. The Board of Barber Examiners had an annual surplus of \$36,293 in FY12-13, an annual deficit of \$97,025 in FY13-14, and a cumulative deficit of \$222,191 on June, 30, 2014.

IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumption for the bill as amended:

- Any increase in licensure suspensions or revocations, or denials of initial or renewal licensure by the Board are estimated to be minimal, resulting in no significant increase in non-deductible business expenses incurred by licensees of the Board.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Jeffrey L. Spalding, Executive Director

/jdb